

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Energy Department - Sanction of **Rs.49,23,014/-** to A.P. Power Finance Corporation Limited, Hyderabad towards payment of reset of interest rate on the pre-closed outstanding term loan of Rs.34.00 Crores payable to M/s Canara Bank, SP Road-Administrative orders - Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.Rt.No. 1

Dated:01-01-2014

Read the following:-

1. G.O.Ms.No.32, Energy (Power.III) Dept., dated 23.03.2006.
2. From the Managing Director, APPFC Ltd. Letter No. APPFCL /Canara Bank/ D.No.109/2013, dated 25.03.2013.
3. G.O.Rt.No.2039, Finance (DCM.III) Department, dt.17-04-2013.
4. G.O.Rt.No.56, Energy (Pr.III) Department, Dt.23-04-2013.
5. G.O.Rt.No.2218, Finance (DCM.III) Department, Dt.14-05-2013.
6. G.O.Rt.No.72, Energy (Pr.III) Department, Dt:20-05-2013.
7. G.O.Rt.No.2832, Finance (DCM-III) Department, Dt.13-06-2013.
8. G.O.Rt.No.82, Energy (Pr.III) Department, Dt:19-06-2013.
9. G.O.Rt.No.2933, Finance (DCM-III) Department, Dt.11-07-2013.
10. G.O.Rt.No.101, Energy (Pr.III) Department, Dt:19-07-2013.
11. G.O.Rt.No.3286, Finance (DCM-III) Department, Dt.19-08-2013.
12. G.O.Rt.No.117, Energy (Pr.III) Department, Dt:22-08-2013.
13. G.O.Rt.No.3437, Finance (DCM-III) Department, Dt.12-09-2013.
14. G.O.Rt.No.137, Energy (Pr.III) Department, Dt:19-09-2013.
15. From the Managing Director, APPFCL, Lr.No.MD/APPFCL/ Canara Bank/D.No.333/2013, Date.01-10-2013.
16. G.O.Rt.No.3663, Finance (DCM-III) Department, Dt.19-10-2013.
17. G.O.Rt.145, Energy(Power.III) Deparment.,Dt:23.10.2013.
18. From the MD,APPFCL,Hyd Lr.No.MD/APPFCL/Canara Bank/ D.No.371/ 2013, Dt:21.11.2013
19. G.O.Rt.No.4456, Finance (DCM-III) Department, Dt.20-12-2013.

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O R D E R:

In the G.O.1st read above, Government of Andhra Pradesh has issued irrevocable and unconditional Government Guarantee for availment of Term loan for an amount of Rs.500 crores from M/s. Canara Bank, R.P.Road, Secunderabad by A.P.Power Finance Corporation Limited in two spells on 24-03-2006 and 28-12-2006.

2. The Managing Director, APPFCL in the letter 15th read above has requested the Government of AP to sanction an amount of **Rs.34,25,26,712/-** towards principal amount of Rs.34,00,00,000 for pre-closure on 31-10-2013 (actual due is on 28-12-2013) along with regular interest of Rs.25,26,712 for the month of October 2013, for pending settlement with M/s Canara Bank as per RBI guidelines. Accordingly, the administrative sanction orders were issued vide G.O.Rt.145, Energy (Power.III) Deptt., Dt:23.10.2013 as per the BRO issued by the Finance (DCM-III) Department, Dt.19-10-2013 .

3. The Managing Director, A.P. Power Finance Corporation Limited, in the letter 18th read above has informed that M/s Canara Bank has requested them to pay additional interest liability of Rs.49,80,937/- at interest rate of 1.75% p.a(10.50% - 8.75%) from the date of reset option to repayment of installment i.e. from 28.12.2012 to 31.10.2013. But, as per APPFC calculation the additional interest @ 1.75% p.a (10.50% - 8.75%) for the period from 28.12.2012 to 30.10.2013, is worked out for an amount of Rs.49,23,014/- on outstanding term loan of Rs.34.00 crores.

4. The Finance (DCM.III) Department have issued BRO vide G.O.Rt.No.4456, Dt.20-12-2013 for an amount of **Rs.49,24,000/-** (Rupees Forty Nine Lakhs Twenty Four Thousands only) Non-Plan from the BE provision 2013-14 towards payment of reset of interest and principal to M/s Canara Bank, S.P., Road, Secunderabad, by the AP Power Finance Corporation, due on 31.10.2013 (pre-closure).

5. In terms of Budget Release Order issued in G.O. 16th read above, Government hereby accord administrative sanction for an amount of **Rs.49,23,014/-** (Rupees Forty Nine Lakhs Twenty Three Thousands and Fourteen only) to A.P. Power Finance Corporation Limited, Hyderabad towards payment of reset of interest rate on the pre-closed outstanding term loan of Rs.34.00 Crores to M/s Canara Bank, S.P., Road, Secunderabad, by the AP Power Finance Corporation.

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6. The expenditure sanctioned in para 5 above, shall be debited to the heads of accounts "2049.Interest payments - 01.Interest on Internal Debt - MH.200 Interest on other Internal Debts - SH(25). Interest payable on Bonds raised by A.P. Power Finance Corporation - 450.Interest (Charged) - 000 ".

7. The Assistant Secretary to Government, Energy Department shall draw and disburse the amount through a cheque obtained in favour of the Managing Director, A.P. Power Finance Corporation Limited, Hyderabad **OR** shall remit the amount in favour of "Andhra Pradesh Power Finance Corporation Limited" to the online Current Account No. 52117468653, IFSC Code: SBHY0020066 maintained with SBH, Gunfoundry Branch, Hyderabad.

8. The Managing Director, A.P. Power Finance Corporation Limited, Hyderabad shall submit the utilization certificate for the amount sanctioned in para (5) above.

9. This order issues with the concurrence of the Finance (DCM.III) Department vide their U.O.No.32972/544/A2/DCM.III/13, Dt.21-12-2013.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

MRUTUNJAY SAHOO
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To

The Managing Director, A.P. Power Finance Corporation Limited, Hyderabad.
The Director of Treasuries & Accounts, Andhra Pradesh, Hyderabad for
issue of authorization.

The Pay and Accounts Officer, Hyderabad.

The Dy. Pay and Accounts Officer, Secretariat Branch, Hyderabad.

Copy to:

The Accountant General, A.P., Hyderabad.

The Finance (W&M) Department.

The Finance (DCM.III) Department

The Energy (OP-Claims) Department.

SF/SCs[C.No.1600/Power.III(2)/2013]

//Forwarded:: By Order//

SECTION OFFICER